

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS  
AGENDA ITEM TRANSMITTAL**

<b>(1) DEPARTMENT</b> Behavioral Health	<b>(2) MEETING DATE</b> 4/24/2012	<b>(3) CONTACT/PHONE</b> Kimberly Miramon, Admin. Svcs. Mgr., (805) 788-2932 Amy Olson, Admin. Svcs. Ofcr., (805) 781-4729	
<b>(4) SUBJECT</b> Request to approve an amendment to the Fiscal Year 2011-12 executed contract with Davis Guest Home, Inc. to increase the contract amount not to exceed \$70,563, an increase of \$29,500, for additional adult clients with serious mental illness who need residential board and care and social support services			
<b>(5) RECOMMENDED ACTION</b> It is recommended that the Board approve an amendment to the Fiscal Year 2011-12 executed contract with Davis Guest Home, Inc. to increase the contract amount not to exceed \$70,563, an increase of \$29,500, for additional adult clients with serious mental illness who need residential board and care and social support services.			
<b>(6) FUNDING SOURCE(S)</b> Behavioral Health Services FC 166	<b>(7) CURRENT YEAR FINANCIAL IMPACT</b> \$70,563	<b>(8) ANNUAL FINANCIAL IMPACT</b> \$70,563	<b>(9) BUDGETED?</b> Yes
<b>(10) AGENDA PLACEMENT</b> <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation (Time Est. _____) <input type="checkbox"/> Hearing (Time Est. _____) <input type="checkbox"/> Board Business			
<b>(11) EXECUTED DOCUMENTS</b> <input type="checkbox"/> Resolutions <input checked="" type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A		<b>(12) BUDGET ADJUSTMENT REQUIRED?</b> BAR ID Number: N/A <input type="checkbox"/> 4/5th's Vote Required <input checked="" type="checkbox"/> N/A	
<b>(13) OUTLINE AGREEMENT REQUISITION NUMBER (OAR)</b> N/A		<b>(14) W-9</b> <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes	
<b>(15) LOCATION MAP</b> N/A	<b>(16) BUSINESS IMPACT STATEMENT?</b> No	<b>(17) AGENDA ITEM HISTORY</b> <input type="checkbox"/> N/A    Date <u>June 21, 2011</u>	
<b>(18) ADMINISTRATIVE OFFICE REVIEW</b> Reviewed by Leslie Brown			
<b>(19) SUPERVISOR DISTRICT(S)</b> All Districts -			

# County of San Luis Obispo



TO: Board of Supervisors

FROM: Jeff Hamm, Health Agency Director and Karen Baylor, Ph.D., Behavioral Health Administrator

DATE: 4/24/2012

SUBJECT: Request to approve an amendment to the Fiscal Year 2011-12 executed contract with Davis Guest Home, Inc. to increase the contract amount not to exceed \$70,563, an increase of \$29,500, for additional adult clients with serious mental illness who need residential board and care and social support services.

## **RECOMMENDATION**

It is recommended that the Board approve an amendment to the Fiscal Year 2011-12 executed contract with Davis Guest Home, Inc. to increase the contract amount not to exceed \$70,563, an increase of \$29,500, for additional adult clients with serious mental illness who need residential board and care and social support services.

## **DISCUSSION**

Davis Guest Home, a board and care facility located in Modesto, provides residential and social support services to adults with serious mental illness. Davis Guest Home provides a higher level of support services than those provided at American Care Home I, the board and care facility located in San Luis Obispo County, and, therefore, provides a residential step-down from an Institution for Mental Disease (IMD). Augmented residential programs, like those offered at Davis Guest Home, provide an alternative for clients ready to transition to a slightly lower level of care than that provided at an IMD, but not yet ready for more independent living situations.

Davis Guest Home provides a highly structured environment, extensive socialization programs, and onsite psychiatrist coverage. The home's higher intensity level programs are geared toward the special needs of the newly transferred IMD clients. Behavioral Health has utilized Davis Guest Home programs since December of 2003. As clients demonstrate stability in this setting, the County residential case manager evaluates transferring clients to more independent living arrangement within San Luis Obispo County.

Behavioral Health Services requests an amendment to the contract with Davis Guest Home, Inc. to allow the payment of anticipated costs for residential board and care, social support, and outpatient mental health services to adults with serious mental illness. The original contract was approved June 21, 2011 for \$41,063 and was based on a projected average of 1.5 clients (one client for 12 months and one client for 6 months) residing at Davis Guest Home. There are currently 4 County clients residing in Davis Guest Home. Most of these clients were transferred to Davis Guest Home, Inc. from costlier, higher-level placements such as acute hospitals and locked IMDs. Most were considered to be too difficult to manage in more independent settings. Davis Guest Home's success in managing more difficult clients in a more independent setting has not only greatly benefitted the clients, but allowed Behavioral Health to achieve savings in IMD costs.

The increase in cost is due to the higher number of bed days anticipated to be purchased. The original contract purchased 548 bed days and with the increase in transfers to this facility from IMDs, the contract amendment will allow the County to purchase 941 bed days for the remainder of the contract period. Although the utilization for Davis Guest Home, Inc. exceeds the initial contract and budget, the overall utilization for IMD and Board & Care is within the initial estimates for all adult residential care facilities.

**OTHER AGENCY INVOLVEMENT/IMPACT**

County Counsel has reviewed and approved the contract as to form and legal effect.

**FINANCIAL CONSIDERATIONS**

The original contract was approved and budgeted for \$41,063. The contract amendment is adding \$29,500 for a total amended amount of \$70,563. The additional amount will be fully funded through savings in FY 2011-12 budgeted IMD costs.

**RESULTS**

As stated above, there are currently 4 clients residing in Davis Guest Home. In FY 2010-11, Davis Guest Home provided board and care to one client. Davis Guest Home assists Behavioral Health's performance objectives by helping clients be as functional and productive as possible in the least restrictive and least costly environments. By providing these individuals the opportunity to be successful in progressing toward a more independent lifestyle and integrate more successfully into the community, Behavioral Health contributes to wider County goals to ensure that the stakeholders in the community enjoy healthy, successful, and productive lives and a sense of security and well being.

**ATTACHMENTS**

1. Davis Guest Home FY 11-12 Contract Amendment